

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

TREATED SEWAGE ADJUSTMENT FILING OF	)	CASE NO.
KNOX COUNTY UTILITY COMMISSION	)	2017-00433
	)	

ORDER

On November 13, 2017, Knox County Utility Commission (“Knox County”) applied for approval to adjust its rates pursuant to the treated sewage adjustment procedure.<sup>1</sup>

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Barbourville Utility Commission (“Barbourville”) notified Knox County on October 1, 2017, that its wholesale sewage treatment rate would increase from \$2.55 per 1,000 gallons to \$5.96 per 1,000 gallons effective November 1, 2017.<sup>2</sup> Knox County proposed to increase the sewage rates to its customers effective January 1, 2018, to reflect the increased cost of sewage treatment service from Barbourville.

2. Knox County proposed a treated sewage adjustment factor of \$3.41 per 1,000 gallons.

3. During the 12 months ended October 31, 2017, Knox County’s sewer customers receiving service from Barbourville used 4,713,600 gallons of water. The

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<sup>1</sup> KRS 278.015; 807 KAR 5:075.

<sup>2</sup> TFS 2017-00559 (Ky. PSC filed Oct. 2, 2017); the tariff was accepted for filing by the Commission by letter dated November 1, 2017.

increase in the cost of treated sewage is \$16,073.38, resulting in a treated sewage adjustment factor of \$3.41 per 1,000 gallons.

4. The treated sewage adjustment factor of \$3.41 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. Knox County's proposed rates as set forth in Appendix B to this Order are fair, just and reasonable and should be approved for sewer service rendered by Knox County on and after January 1, 2018.

IT IS THEREFORE ORDERED that:

1. The treated sewage adjustment factor of \$3.41 per 1,000 gallons is approved.

2. The rates as set forth in Appendix B to this Order are approved for sewer service rendered by Knox County on and after January 1, 2018.

3. Within 20 days of the date of this Order, Knox County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED  
NOV 29 2017  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
Executive Director

Case No. 2017-00433

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
 COMMISSION IN CASE NO. 2017-00433 DATED **NOV 29 2017**

	New Rate	Base Rate
Knox County		
Barbourville		
Water consumption		
gallons	4,713,600	4,713,600
Volumetric rate	<u>\$ 5.96/100</u>	<u>\$ 2.55/100</u>
	\$ 28,093.06	\$ 12,019.68
Increased treated sewage cost		\$ 16,073.38
Increased cost		\$ 16,073.38
Divided by cubic feet of water sold/100		<u>4,713,600</u>
		\$3.41 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2017-00433 DATED **NOV 29 2017**

The following rates and charges are prescribed for the customers in the area served by Knox County Utility District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Sewer Rates

All Usage

9.66 per 1,000 Gallons

\*Knox County Utility Commission  
1905 Highway 930  
Barbourville, KY 40906

\*Michelle Stewart  
Knox County Utility Commission  
P. O. Box 1630  
Barbourville, KY 40906